DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

Trust Land Management Division

THE STATE OF THE S

BRIAN SCHWEITZER, GOVERNOR

1625 ELEVENTH AVENUE

DIRECTOR'S OFFICE (406) 444-2074 TELEFAX NUMBER (406) 444-2684 PO BOX 201601 HELENA, MONTANA 59620-1601

April 2, 2008

TO ALL INTERESTED PARTIES:

RE: Preliminary Lease Sale List - Request for Comments June 10, 2008 Oil and Gas Lease Sale

The Department has received nominations for the June 10, 2008 Oil and Gas Lease Sale, and is requesting comments. The only action proposed at this time is the issuance of leases for possible future exploration and production of oil and gas. Before actual activity on a state lease may occur, the Department will prepare an environmental review of the proposed activity. The Board of Oil and Gas Conservation also must review and issue a permit before any actual activity can occur.

The enclosed Preliminary Lease Sale list summarizes the tracts nominated for lease. The list sorts the tracts by county, and then by legal location within the county (i.e. township, range and section). A reference map is also included. The general areas where tracts are located are identified by numbered circles, which corresponds to the map location numbers for each county on the Preliminary Lease Sale list. The final lease sale list may not include all tracts currently listed, but no tracts will be added. Lease sale tract numbers will be assigned when the final list is prepared. The final list will be distributed on or about May 19, 2008 and will also include a listing of any additional stipulations.

If you have any comments regarding the tracts on the Preliminary Lease Sale List, please submit them in writing by **May 2, 2008** to "O&G Lease Sale Comments, Department of Natural Resources and Conservation, P.O. Box 201601, Helena, Montana 59620-1601."

Lease sale lists, dates, and important deadlines are also available on our website -- (http://dnrc.mt.gov/trust/mmb/).

If you would like your name added to our mailing list to automatically receive future information related to our oil and gas lease sales, please let us know at the above address or contact the Mineral Leasing Section at (406) 444-2074.

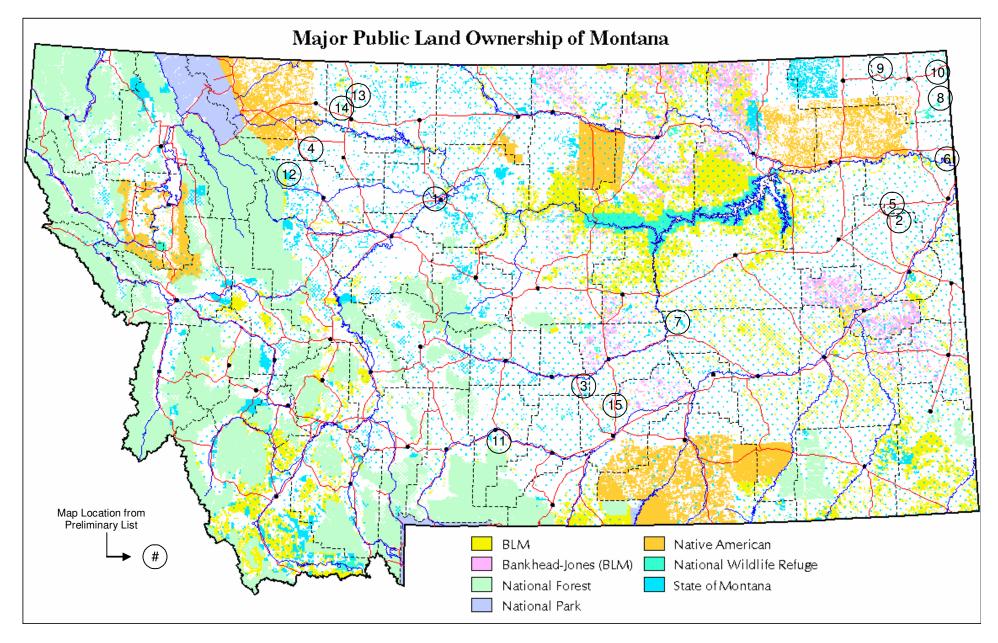
Sincerely, MINERAL LEASING SECTION

Enclosure(s)

State of Montana Oil & Gas Lease Sale - June 10, 2008 Preliminary Lease Sale List

Ann#	Map	T	Dac	800	Description	۸۵۲۵	•
App#	Location	Twp	nge	Sec	Description	Acre	5
Choute	eau	1 24 N	0 -	10	NEACWA NIWASEA COCO Totan Divertical and related		040.00
5001		24.N	8.E	10	NE4SW4, NW4SE4, S2S2, Teton Riverbed and related acreage		248.00
5002		24.N		11	SW4		160.00
5003		24.N	8.E	15	NW4, N2NE4, SW4NE4		280.00
Dawso	n :	2					
5024		21.N	55.E	16	All	*	640.00
5025		21.N	55.E	25	W2, W2NE4, SE4NE4, SE4		600.00
5026		21.N	55.E	34	SE4NW4, SW4NE4, E2NE4, S2		480.00
5027		21.N	55.E	36	All		640.00
Golden	Valley	3					
5049		5.N	23.E	14	All		640.00
5050		5.N	23.E	22	All	*	640.00
5051		5.N	23.E	24	W2, N2NE4, SW4NE4, NW4SE4	*	480.00
5052		5.N	23.E	26	All	*	640.00
5053		5.N	23.E	28	S2	*	320.00
5054		5.N	23.E	32	All		640.00
5055		5.N	23.E	34	All		640.00
Ponder	ra 4	4					
5008		28.N	6.W	36	All		640.00
Richlar	nd :	5					
5028		21.N	56.E	16	All		640.00
5029		21.N	56.E	29	All		640.00
5030		21.N	56.E	31	All		640.00
5031		21.N	57.E	7	Lots 1, 2, 3, 4, E2W2, E2		635.80
5032		21.N	57.E	16	All		640.00
5033		21.N	57.E	25	All		640.00
5034		21.N	57.E	28	NE4		160.00
5035		21.N	57.E	30	Lots 1, 2, 3, 4, E2W2, SE4		476.80
5036		21.N	57.E	36	All		640.00
5037		22.N	55.E	16	All		640.00
5038		22.N	55.E	26	W2		320.00
5039		22.N	55.E	36	All		640.00
5040		22.N	57.E	16	All		640.00
Roosev	velt	6					
5011		26.N	58.E	2	Missouri Riverbed and related acreage		194.54
5012		27.N		4	All	*	640.00
5013		27.N	57.E	7	SW4NE4, W2SE4, NE4SW4		160.00
5014		27.N		17	N2NW4, NW4NE4		120.00
5015		27.N		26	Missouri Riverbed and related acreage		224.00
					Page 1 of 2		

App#	Map Location	Twp	Rae	Sec	Description	Acre	ie.
5016	Location	27.N	58.E	35	Missouri Riverbed and related acreage	ACIC	236.00
5017			58.E	36	Lots 1, 2, 3, 4, N2NW4, SE4NW4, NE4, N2SE4, SW4SE4,		640.00
3017		27.IN	JO.L	30	Missouri Riverbed and related acreage		040.00
Rosebu	d 7	7					
5005		11.N	33.E	5	Lots 1, 2, 3, 4, S2N2, S2		640.40
5006		11.N	33.E	9	All		640.00
Sherida	n 8	3, 9, 10					
5023		32.N	59.E	16	Lots 1, 2, 3, 4, W2, from the surface to the base of the Charles formation		485.88
5041		34.N	58.E	16	NW4, NW4NE4, S2NE4, S2	*	600.00
5042		35.N	58.E	21	SE4		160.00
5043		35.N	58.E	28	NE4		160.00
5022		36.N	53.E	16	All, limited to the Bakken formation	*	640.00
5009		36.N	54.E	8	NE4	*	160.00
5010		36.N	54.E	9	NW4	*	160.00
5044		36.N	57.E	16	All		640.00
5045		36.N		36	All		640.00
5046		36.N		36	Lots 1 thru 12, NE4NW4, W2W2, and lakebeds within section	*	843.00
5048		37.N	52.E	36	All	*	640.00
Sweet C	Grass 1	11					
5004		1.S	15.E	16	All		640.00
Teton	1	12					
5018		26.N	8.W	4	Lots 1, 2, SE4NW4		136.15
5019		26.N	8.W	5	Lot 2, S2NW4, SW4NE4		168.22
5020		26.N	8.W	16	Lots 1, 2, 4, 5, NW4, W2NE4, NW4SE4, N2SW4		519.48
5021		27.N	8.W	33	SW4SE4		40.00
Toole	1	13, 14					
5047		35.N	1.E	35	W2E2, E2NW4, SE4SE4, NE4SW4		320.00
5007		33.N	2.W	36	All, below the base of the Kootenai formation		640.00
Yellows	tone	15					
5056		4.N	26.E	26	E2W2		160.00
* Part or a	II of tract is not	state-ow	ned surfa	се			



State of Montana Oil & Gas Lease Sale – June 10, 2008

Areas where tracts are proposed for lease are noted with a large number corresponding to the map location number on the preliminary lease sale list. To view or print a color copy, please visit our website (http://www.dnrc.mt.gov/trust/mmbog.htm) and view or download our sale list.